

Mental Health Parity Compliance Plan

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DHCS Stakeholder Advisory Committee Meeting October 19, 2017



Presentation Outline

- 1. Medicaid Parity Rule
- 2. Parity Analysis Approach
- 3. Parity Analysis Findings and Actions
- 4. Questions & Open Discussion



Medicaid Parity Rule

Background and Purpose

- Parity Rule was issued on March 29, 2016
- Applies certain requirements of the Mental Health Parity and Addiction Equity Act of 2008 (MHPAEA) to the Medicaid program

Scope of Application

- All individuals enrolled in a Medi-Cal managed care plan (MCP)
- Once the beneficiary is enrolled in an MCP, his/her entire benefit package is subject to parity including MH, SUD and/or FFS

Compliance Date

• October 2, 2017



Medicaid Parity Rule Overview

Parity Requirements

Aggregate lifetime and annual dollar limits

Financial requirements (FRs)

Quantitative treatment limitations (QTLs)

Non-quantitative treatment limitations (NQTLs)

Information requirements

Four Benefit Classifications

Inpatient

Outpatient

Prescription Drugs

Emergency Care



Parity Analysis Approach

CMS Guidance

Parity Toolkit

Policy Evaluation

- Medicaid State Plan
- Waiver programs
- State and Federal statutes and regulations
- DHCS contracts
- All Plan Letters (APLs)
- County Information Notices
- Medi-Cal Provider Manual
- Drug Medi-Cal (DMC) Billing Manual
- Specialty Mental Health Services Billing Manual



Parity Analysis Approach Continued

Information Collection

- MCP survey, webinar, and technical assistance
- MHP and SUD counties survey, webinar, and technical assistance

Multidisciplinary Workgroup

- Executive
- Program
- Clinical
- Legal



Parity Analysis Findings & Actions



Financial Requirements

Parity Finding	Compliance Action	Delivery System
1. Uniform Method of Determining Ability to Pay (UMDAP)	1. Amend State statutes	MHP



QTLs

Parity Finding	Compliance Action	Delivery System
 Alcohol Misuse Screening and Counseling (AMSC) quantitative 	1. Issue guidance via APL	Medi-Cal Managed Care Plan (MCP)
limits on screenings and brief interventions	2. Update the Medi-Cal Provider Manual	Statewide



NQTLs

	Parity Finding		Compliance Action	Delivery System
1.	AMSC provider training requirement	•	Issue guidance via APL Update Medi-Cal Provider Manual	MCP Statewide
2.	Authorization processes and timeframes for specialty mental health services	•	Issue guidance via Information Notice	Mental Health Plan (MHP)
3.	Prior authorization processes for non-specialty mental health services	•	Issue guidance via APL	MCP
4.	Statewide Credentialing Policy	•	Issue guidance via Information Notice	MHP and SUD



NQTLs

	Parity Finding		Compliance Action	Delivery System
5.	Statewide Continuity of Care Policy	•	Issue guidance via Information Notice	MHP and SUD
6.	Statewide Network Adequacy Standards	•	Implement standards in statutes	Statewide
7.	Standardize Notice of Action Forms and disclosure requirements	•	Issue guidance via Information Notice	MHP and SUD
8.	Transportation policy for Non-MCP covered services	•	Issue guidance via APL Issue policy via MCP's Member Handbook	MCP



Contract Amendments

Contracts	Provisions	Submission
MCP	General parity requirements	Pending CMS approval 10/2/2017
	Network Adequacy Standards	7/2018
MHP	 General parity requirements 	7/2040
	Network Adequacy Standards	7/2018
SUD	General parity requirements	7/2040
	Network Adequacy Standards	7/2018



References

Compliance Summary

• http://www.dhcs.ca.gov/formsandpubs/Documents/ParityComplianceSummary_clean_rev%209.28.
2017.pdf

Compliance Plan

• http://www.dhcs.ca.gov/formsandpubs/Documents/Parity Compliance Plan 9.29.2017.pdf

Final Rule Webpage

http://www.dhcs.ca.gov/formsandpubs/Pages/FinalRule.aspx

Acronyms

- AMSC: Alcohol Misuse Screening and Counseling
- APL: All Plan Letter
- DMC: Drug Medi-Cal
- DMC-ODS: Drug Medi-Cal Organized Delivery System
- MCP: Medi-Cal Managed Care Plan
- MHP: Mental Health Plan
- SUD: Substance Use Disorders
- **SMHS:** Specialty Mental Health Services



Questions & Open Discussion